

**LEGISLATIVE SERVICES AGENCY  
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**FISCAL IMPACT STATEMENT**

**LS 6549**

**BILL NUMBER:** HB 1057

**NOTE PREPARED:** Dec 21, 2011

**BILL AMENDED:**

**SUBJECT:** Alcoholic Beverage Sales.

**FIRST AUTHOR:** Rep. Noe

**FIRST SPONSOR:**

**BILL STATUS:** As Introduced

**FUNDS AFFECTED:** ☒ **GENERAL**  
☒ **DEDICATED**  
☐ **FEDERAL**

**IMPACT:** State & Local

**Summary of Legislation:** This bill provides that a holder of an alcoholic beverage dealer's permit may sell the appropriate alcoholic beverages for carryout on Sunday. It allows a holder of a beer dealer's permit issued to a grocery store or drug store to sell and deliver cold beer that was manufactured in Indiana by a microbrewery in a quantity that does not exceed 864 ounces in a single transaction. It makes conforming amendments.

**Effective Date:** July 1, 2012.

**Explanation of State Expenditures:** *Alcohol and Tobacco Commission (ATC):* This bill could increase administrative expenditures for the ATC by requiring the ATC to establish rules governing issuance of alcoholic beverage dealer's permits. Any increase in expenditures should be covered under existing resources.

**Explanation of State Revenues:** *Sunday Alcohol Sales:* While it is assumed that the majority of consumers are able to purchase all the alcoholic beverages they desire to consume within the hours dictated by current law, it is possible that the added convenience and availability of alcohol sales on Sundays may allow consumers to purchase more alcoholic beverages than they would have otherwise. The extent to which consumers may make additional purchases above what would be purchased under current law is unknown. If additional purchases are made beyond what would be purchased under current law, revenue from alcoholic beverage taxes and sales tax could increase. Any impact on Sales Tax revenue may not be significant since any additional purchases of alcohol would likely reduce consumer spending on other sales taxable items.

*Cold Beer Sales:* This bill allows a holder of a beer dealer's permit issued to a grocery store or drug store to sell and deliver cold beer that was manufactured in Indiana by a microbrewery in a quantity that does not exceed 864 ounces in a single transaction. Under current statute, only package liquor stores are allowed to

sell cold beer. Any increase in sales by beer dealers may be offset to some extent by a corresponding decrease in sales at package liquor stores.

The alcoholic beverage excise taxes are distributed in varying amounts to the following funds: state General Fund, the Post War Construction Fund, the Enforcement and Administration Fund, the Addiction Services Fund, and the Wine Grape Market Development Fund. The state retains 50% of the General Fund distribution of beer and wine excise tax revenue. The remainder is distributed to cities and towns based on population.

Sales Tax revenue is deposited in the state General Fund (99.848%), the Commuter Rail Service Fund (0.123%), and the Industrial Rail Service Fund (0.029%).

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:** See *Explanation of State Revenues*.

**State Agencies Affected:** ATC.

**Local Agencies Affected:**

**Information Sources:**

**Fiscal Analyst:** Diana Agidi, 317-232-9867.